

Originator
Purchasing

Item
Golf Cart Rental Contract - Approve Extension

Agenda Section

Date
11/3/2014

Description

Council is requested to approve extension of the existing three-year contract with Yamaha Golf Utility to provide rental golf carts for use at Dwan and Hyland Greens Golf Courses based on a percentage of the golf cart rental fee receipts collected at each course. Council awarded this contract on March 13, 2012. The terms of the current contract allow an extension for one additional contract period.

Yamaha Golf Utility has requested the contract be extended for an additional three years through November 15, 2017.

During the past three years, the percentage paid to Yamaha Golf Utility was 22.5% and the percentage retained by the City was 77.5%. These percentages will remain the same during the extension period. Total revenues for golf cart rental for the current 3-year contract period (2012-2013-2014) were \$620,923.00. The City retained \$520,584.00, an average of \$173,528.00 per year.

Yamaha supplies 65 carts to Dwan and 15 carts to Hyland Greens each year. The vendor is able to eliminate its allocation of carts to Hyland Greens in 2015 in the event that that course is under private management.

Funding for this contract is budgeted annually in the Recreational Facilities Fund, Activities 540-8420-451-6362 and 540-8430-451-6362.

Requested Action

Approve extension of the contract with Yamaha Golf and Utility to provide rental golf carts for use at Dwan and Hyland Green Golf Courses for an additional three-year contract period through November 15, 2017.

Attachments: